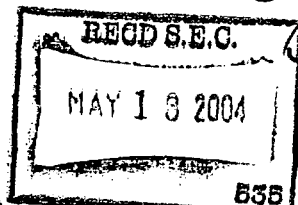


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SECURITIES 04019601 COMMISSION  
Washington, D.C.

AMENDMENT  
PB 5/26

OMB APPROVAL  
OMB Number: 3235-0123  
Expires: October 31, 2004  
Estimated average burden  
hours per response..... 12.00

ANNUAL AUDITED REPORT  
FORM X-17A-5  
PART III

SEC FILE NUMBER  
8-49713

FACING PAGE

Information Required of Brokers and Dealers Pursuant to Section 17 of the  
Securities Exchange Act of 1934 and Rule 17a-5 Thereunder

REPORT FOR THE PERIOD BEGINNING JANUARY 1, 2003 AND ENDING DECEMBER 31, 2003  
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: PARKER FINANCIAL CORP.

OFFICIAL USE ONLY

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)

FIRM I.D. NO.

25 Smith St, Suite 201

(No. and Street)

NANUET, NY. 10954

(City)

(State)

(Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT

PATRICK WALKER

845-627-1004

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report\*

BREINER & BODIAN, LLP.

(Name - if individual, state last, first, middle name)

425 BROAD HOLLOW ROAD, Suite 416, Melville, New York 11747

(Address)

(City)

(State)

(Zip Code)

CHECK ONE:

☒ Certified Public Accountant

☐ Public Accountant

☐ Accountant not resident in United States or any of its possessions.

PROCESSED

MAY 27 2004

FOR OFFICIAL USE ONLY

THOMSON  
FINANCIAL

\*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See Section 240.17a-5(e)(2)

OATH OR AFFIRMATION

I, PATRICK WALKER, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of PARKER FINANCIAL CORP., as of DECEMBER 31,, 2003, are true and correct. I further swear (or affirm) that neither the company nor any partner, proprietor, principal officer or director has any proprietary interest in any account classified solely as that of a customer, except as follows:

DOMINIQUE A. OWENS  
Notary Public, State of New York  
Qualified in Orange County  
Reg. No. 01OW6052288  
Commission Expires December 11, 2006

Dominique A. Owens  
Notary Public

Patrick Walker  
Signature  
General Principal  
Title

This report \*\* contains (check all applicable boxes):

- ☒ (a) Facing Page.
- ☒ (b) Statement of Financial Condition.
- ☒ (c) Statement of Income (Loss).
- ☒ (d) Statement of Changes in Financial Condition.
- ☒ (e) Statement of Changes in Stockholders' Equity or Partners' or Sole Proprietors' Capital.
- ☐ (f) Statement of Changes in Liabilities Subordinated to Claims of Creditors.
- ☒ (g) Computation of Net Capital.
- ☐ (h) Computation for Determination of Reserve Requirements Pursuant to Rule 15c3-3.
- ☐ (i) Information Relating to the Possession or Control Requirements Under Rule 15c3-3.
- ☐ (j) A Reconciliation, including appropriate explanation of the Computation of Net Capital Under Rule 15c3-3 and the Computation for Determination of the Reserve Requirements Under Exhibit A of Rule 15c3-3.
- ☒ (k) A Reconciliation between the audited and unaudited Statements of Financial Condition with respect to methods of consolidation.
- ☒ (l) An Oath or Affirmation.
- ☐ (m) A copy of the SIPC Supplemental Report.
- ☒ (n) A report describing any material inadequacies found to exist or found to have existed since the date of the previous audit.

\*\*For conditions of confidential treatment of certain portions of this filing, see section 240.17a-5(e)(3).

PARKER FINANCIAL CORP.

FINANCIAL STATEMENTS and SUPPLEMENTARY INFORMATION

YEAR ENDED DECEMBER 31, 2003

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425 Broad Hollow Road, Suite 416  
Melville, New York 11747  
(631) 249-3900

To the Board of Directors of  
Parker Financial Corp  
Nanuet, New York

Gentlemen:

We have audited the balance sheet of Parker Financial Corp. as of December 31, 2003 and the related statements of income, retained earnings, and cash flows for the year then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material aspects, the financial position of Parker Financial Corp. as of December 31, 2003 and the results of its operations and its cash flows for the year then ended in conformity with generally accepted accounting principles and the rules of the Securities and Exchanges Commission.

Also, we have examined the supplementary schedules on pages 7 and 8 and in our opinion they present fairly in all material aspects the information included therein in conformity with the rules of the Securities and Exchange Commission.

Very truly yours,

*Breiner & Bodian, CPA's*

**BREINER & BODIAN, LLP**  
Certified Public Accountants

Melville, New York  
April 29, 2004

## BALANCE SHEET

DECEMBER 31, 2003

### ASSETS

#### Current Assets:

Cash	\$ 1,023
Due from Broker -	<u>65,421</u>
	66,444

<u>Fixed Assets:</u>	44,998
Accumulated Amortization	<u>44,998</u>
	-

#### Other Assets:

Securities	3,000
Organization Costs	<u>1,140</u>
	4,140
	<u>\$ 70,584</u>

### LIABILITIES and STOCKHOLDERS' EQUITY

#### Current Liabilities:

Accrued Expenses	\$ <u>16,265</u>
------------------	------------------

#### Stockholders' Equity:

Common Stock at Par Value,	
100 Shares Issued	100
Additional Paid in Capital	1,226,312
Retained Earnings	(1,057,093)
Treasury Stock	<u>(115,000)</u>
	54,319
	<u>\$ 70,584</u>

"See Accompanying Notes and Accountants' Report"

**STATEMENT OF INCOME**  
**YEAR ENDED DECEMBER 31, 2003**

Revenue:

Commission Income	\$ 135,394
Interest Income	841
Errors	3,365
Rent Income	6,800
Other Income	<u>13,598</u>
	<u>159,998</u>

Expenses:

Clearing Fees	24,342
Regulatory Fees	16,465
Consulting	52,320
Communication	46,432
Commissions	113,917
Margin Interest	13
Professional Fees	9,300
Office	12,757
Rent	26,781
Insurance	9,519
Miscellaneous	5,183
Travel and Entertainment	2,293
Taxes and Licenses	2,339
Amortization	2,880
Deprecation	<u>5,963</u>
	330,504

Net (Loss) (170,506)

Deficit: Beginning of Year (886,587)

Deficit: End of Year \$ (1,057,093)

"See Accompanying Notes and Accountants' Report"

**STATEMENT OF CASH FLOWS**  
**YEAR ENDED DECEMBER 31, 2003**

Cash Flows from Operating Activities:

Net (Loss)	\$(170,506)
Adjustments to reconcile net income to net cash provided by operating activities:	
Depreciation and Amortization	8,843
Increase in Due from Broker	(60,343)
Increase in Accrued Expenses	<u>13,765</u>

Net cash provided by (used for) operating activities	<u>(208,241)</u>
---	------------------

Cash Flows from Financing Activities:

Additional paid in capital	<u>171,559</u>
Net cash provided by financing activities	<u>171,559</u>
<u>Net Decrease in Cash</u>	(36,682)
Cash Balance Beginning	<u>37,705</u>
Cash Balance Ending	\$ <u><u>1,023</u></u>

"See Accompanying Notes and Accountants' Report"

**STATEMENT OF CHANGES IN EQUITY**

**YEAR ENDED DECEMBER 31, 2003**

	Common <u>Stock</u>	Additional Paid in <u>Capital</u>	<u>Deficit</u>	Treasury <u>Stock</u>
Beginning Balance	100	\$1,054,753	\$ (886,587)	\$ (115,000)
Capital Contribution		171,559		
Net (Loss)	<u>-</u>	<u>-</u>	( <u>170,506</u> )	<u>-</u>
Ending Balance	<u>100</u>	<u>\$1,226,312</u>	<u>\$ (1,057,093)</u>	<u>\$ (115,000)</u>

"See Accompanying Notes and Accountants' Report"

**DECEMBER 31, 2003**

**NOTE 1 - ORGANIZATION**

Parker Financial Corp. (The Company), a Delaware corporation, is a broker-dealer registered with the Securities and Exchange Commission and is a member of the National Association of Securities Dealers, Inc.. The company acts as an introducing broker and is engaged in proprietary trading of securities. All transactions for its customers are cleared through and carried by a New York Stock Exchange member firm on a fully disclosed basis.

Securities are valued at market value. Transactions in securities and related revenues and expenses are recorded on a trade date basis.

Fixed assets are depreciated over their estimated useful lives using the straight-line method.

**NOTE 2 - CONTINGENT LIABILITIES:**

Under an agreement with its clearing broker the Company is contingently liable for:

-A customer's failure to make payment to the clearing broker when due or to deliver securities sold for the account of the broker or the broker's customer.

-Failures of a customer of the company to meet any margin call or any maintenance call.

-The purchase of customers, until actual and complete payment has been received by the clearing broker.

**NOTE 3 - NET CAPITAL REQUIREMENTS**

As a broker-dealer and member organization of the NASD, the Company is subject to the Uniform Net Capital Rule 15c3-1 of the SEC. The rule requires the Company to maintain minimum net capital, as defined, of 6 2/3% of aggregate indebtedness, as defined, or \$5,000, whichever is greater. At December 31, 2003, the Company had net capital of \$45,179, in excess of its requirement of \$5,000.

**NOTE 5 - COMMITMENT:**

The Company has an agreement to lease office space under an operating lease expiring on December 31, 2003.

One Year

\$30,348.00

**SUPPLEMENTARY INFORMATION**

YEAR ENDED DECEMBER 31, 2003

Computation of Net Capital:

1.	Total Ownership Equity	\$ 54,319
2.	Less: Ownership Equity not allowed for Net Capital	<u>4,140</u> 50,179
3.	Less: Haircuts on Securities	<u>-</u>
4.	Net Capital	<u>\$ 50,179</u>

Computation of Basic Net Capital Requirement

1.	Minimum Net Capital Required - 6 2/3% Aggregate Indebtedness)	\$ 1,084
2.	Minimum Dollar Net Capital	5,000
3.	Net Capital Requirement	5,000
4.	Net Capital	<u>50,179</u>
5.	Excess Net Capital	<u>\$ 45,179</u>

Computation of Aggregate Indebtedness

6.	Total Liabilities	\$ 16,265
7.	Non Aggregate Indebtedness	<u>-</u>
		<u>\$ 16,265</u>

"See Accompanying Notes and Accountants' Report"

YEAR ENDED DECEMBER 31, 2003

Audited Net Capital	\$ 50,179
Net Capital per Focus Part IIA	<u>65,062</u>
Difference	\$ <u>14,883</u>
Accruals	\$ 14,983
Due from Clearing Broker	<u>(100)</u>
Total	\$ <u>14,883</u>

"See Accompanying Notes and Accountants' Report"

	quick books	quick books	quick books	quick books	total quick books	per focus	per audit
<b>Income</b>							
All Other		10,000	51,731	73,663	135,394	137,110	135,394
Other revenue			6,370	18,180	24,550	24,505	24,604
Total		10,000	58,101	91,843	159,944	161,615	159,998
<b>Expenses</b>							
Salaries			9,200	21,500	30,700	16,000	
Other Employee	8,000	13,300	42,401	57,715	121,416	73,101	52,320
Comm Paid to BD	3,800	10,000	6,314	13,578	33,692	16,168	113,917
Interest Expense						13	13
Regulatory	3,225	2,900	5,590	4,750	16,465	2,750	16,465
Other	22,162	16,767	37,111	49,735	125,775	380,638	147,789
Total	514,697	37,187	42,967	147,278	328,048	488,670	330,504
							-169,210 difference in bringing over last year retained earnings
							158,166
							-11,044
Net Income	-37,187	-32,967	-42,515	-55,435	-168,104	-327,055	-170,506
							14,983 accruals
							3,939 Still Unaccounted for